



Health Services
LOS ANGELES COUNTY

**Los Angeles County
Board of Supervisors**

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August 29, 2006

The Honorable Board of Supervisors
County of Los Angeles
383 Kenneth Hahn Hall of Administration
500 West Temple Street
Los Angeles, CA 90012

Dear Supervisors:

**PUBLIC-PRIVATE PARTNERSHIP PROGRAM
AGREEMENT ACTIONS FOR FISCAL YEAR 2006-07**
(All Districts) (3 Votes)

IT IS RECOMMENDED THAT YOUR BOARD:

Approve and delegate authority to the Director of Health Services, or his designee, upon review and approval by County Counsel and Chief Administrative Office, to:

1. Amend the Public-Private Partnership (PPP) Program Agreements listed on Attachment B to memorialize the PPP Program budget increase approved by your Board in June 2006, to increase the all-inclusive per-visit PPP primary care reimbursement rate from \$83.82 to \$94.00, and eliminate the primary care case management reimbursement rate, effective date of Board approval, at a total cost of \$5,966,000.
2. Supersede Traditional Partner PPP Program Agreement No. H701047 with Korean Health Education Information and Research (KHEIR) with a Strategic Partner PPP Program Agreement, effective September 1, 2006 through June 30, 2007, with no change to the annual maximum obligation.
3. Amend PPP Agreement No. H701072 with Eisner Pediatric & Family Medical Center, to increase the allocation by \$176,616 and PPP Agreement No. H701075 with Clinica Msr. Oscar Romero, to increase the allocation by \$176,615. The total increase in funding of \$353,231 is being reallocated from East Los Angeles Health Task Force (ELAHTF) under PPP Agreement No. H701079, effective date of Board approval through June 30, 2007. Funding is included in the Fiscal Year 2006-07 Adopted Budget with no additional County cost.

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4. Amend the Traditional Partner PPP Program Agreement No. H701049 with Children's Dental Foundation (CDF), to delete the Hawaiian Gardens clinic site from the Agreement, effective date of Board approval, with no change to the annual maximum obligation.

PURPOSE/JUSTIFICATION OF RECOMMENDED ACTIONS:

In approving these actions, the Board is authorizing: 1) amendments to all PPP Program agreements to memorialize the Board approved PPP Program budget increase for Fiscal Year (FY) 2006-07; 2) a superceding agreement that will designate a current Traditional Partner as a Strategic Partner; 3) reallocating funds to two Strategic Partner Agreements (Nos. H701072 and H701075) in the total amount of \$353,231; and 4) the deletion of one clinic site from Agreement No. H-701049.

FISCAL IMPACT/FINANCING:

The total cost for the PPP Agreement Amendments for FY 2006-07 is \$5,966,000 and is reflected in the FY 2006-07 Adopted Budget.

FACTS AND PROVISIONS/LEGAL REQUIREMENTS:

PPP Program Budget Increase

In June 2006, your Board approved an increase to the Department of Health Services's (Department or DHS) PPP Program budget in the amount of \$5,966,000. These additional funds will enable the Department to increase the PPP's all-inclusive primary care reimbursement rate from the current rate of \$83.82 to \$94.00 per visit. The current rate has not been adjusted since January 1, 2001. With your Board's approval, the Department will increase each PPP Program Agreement as listed on Attachment B by 12% and increase the rate paid for primary care services to \$94.00 per visit. The \$5.9 million will be distributed across the service types as follows:

<u>Service Type</u>	<u>Original Allocation</u>	<u>Increase</u>	<u>Revised Allocation</u>
Primary Care	\$43,786,795	\$5,407,669	\$49,194,464
Dental Care	4,092,607	505,971	4,598,578
Specialty Care	<u>423,966</u>	<u>52,360</u>	<u>476,326</u>
Total	\$48,303,368	\$5,966,000	\$54,269,368

To offset the additional cost, the Department and its PPP Partners have jointly agreed to discontinue: 1) the \$27 rate paid for case management of ambulatory care sensitive conditions (e.g., group visits, phone contacts); and 2) reimbursement of primary care claims with a primary diagnosis of HIV/AIDS, mental health, substance abuse or family planning, which are either related to specialty care or are usually billable through other revenue sources.

New Strategic Partner

Strategic Partners are distinguished from Traditional Partners because of the higher level of services available, their capacity for treating sicker patients, and the amount of federal, state, and philanthropic funding that is an ongoing component of their budgets. KHEIR currently participates in the PPP Program as a Traditional Partner. With assistance from the Department, KHEIR recently received Federally Qualified Health Center Look-Alike designation, and now meets the PPP Program Strategic Partner requirements. Therefore, DHS requests to convert KHEIR's Traditional Partner Agreements to a Strategic Partner Agreement.

Other Modifications

Lastly, the Department requests approval of the following actions:

1. On June 30, 2006, the ELAHTF's PPP Traditional Partner agreement expired leaving \$353,231 available for reallocation within the East Service Planning Area (SPA 7). The Department recommends distributing these funds as follows:

Eisner Pediatric and Family Medical Center (PPP Agreement No. H701072)	\$176,616
Clinica Msr. Oscar Romero (PPP Agreement No. H701075)	<u>\$176,615</u>
Total	\$353,231

These Strategic Partners operate PPP primary care clinics within a five (5) mile radius of the ELAHTF clinic site and thus they are in an excellent location to care for the former ELAHTF patients and other patients in the community.

2. CDF's clinic headquarters is in the process of relocating to a new facility that requires significant tenant improvements. Due to mounting costs associated with the renovations at the new facility and rising operating costs across the agency's system of clinics, CDF has decided to close its Hawaiian Gardens satellite clinic. The impacted patients will be referred to CDF's Bellflower and Long Beach sites or to other PPP/County facilities. Therefore, the Department requests to delete the Hawaiian Gardens site from CDF's PPP Agreement No. H701049.

CONTRACTING PROCESS:

It is not appropriate to advertise these contract actions on the Los Angeles County Online Website.

IMPACT ON CURRENT SERVICES (OR PROJECTS):

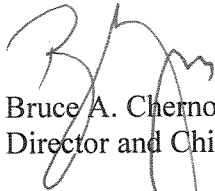
The approval of these recommendations will provide for continued accessibility to health care services throughout Los Angeles County.

Attachments A and B provide additional information.

The Honorable Board of Supervisors
August 29, 2006
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When approved, this Department requires three signed copies of the Board's action.

Respectfully submitted,

A handwritten signature in black ink, appearing to read 'B. Chernof', is written over the printed name and title.

Bruce A. Chernof, M.D.
Director and Chief Medical Officer

BAC:AR.lvb
PPP_varBltr.lvb.wpd

Attachments (2)

c: Chief Administrative Officer
County Counsel
Executive Officer, Board of Supervisors

SUMMARY OF AGREEMENTS

1. **TYPE OF SERVICES:**

Primary, dental, and specialty care services to the indigent, low-income, uninsured patient population of Los Angeles County.

2. **TERM:**

Effective the date of Board approval through June 30, 2007, with the exception of the superceding Strategic Partner agreement which will be effective September 1, 2006 through June 30, 2007.

3. **FINANCIAL INFORMATION:**

The total cost for the Public-Private Partnership (PPP) Agreement Amendments for Fiscal Year (FY) 2006-07 is \$5,966,000, and is reflected in the FY 2006-07 Adopted Budget.

4. **GEOGRAPHIC AREAS SERVED:**

Countywide.

5. **ACCOUNTABILITY FOR PROGRAM MONITORING AND EVALUATION:**

Wesley Ford, Director, Office of Ambulatory Care

6. **APPROVALS:**

Office of Ambulatory Care: Wesley Ford, Director

Chief Deputy: John R. Cochran III

Contracts & Grants: Cara O'Neill, Chief

County Counsel (as to form): Sharon A. Reichman, Principal Deputy County Counsel

ATTACHMENT B

**Public-Private Partnership Program (PPP) Agreements - Budget Increase
Contact Information and Requested Funding Amounts for Fiscal Year 2006-07**

Agency	Executive Director/ Headquarters Address/Phone/Fax	Contract Number	Partner Type	Service Type(s)	Allocation Distribution			Total Requested Agency Allocation
					Current Allocation	Change	Requested Allocation	
1 All For Health, Health For All	Anna Nshanyan 519 East Broadway Blvd. Glendale, CA 91205 Phone: 818-409-3020 Fax: 818-243-2713	H701484	Strategic	Primary	\$1,190,213	\$146,991	\$1,337,204	\$1,337,204
2 AltaMed Health Services Corporation	Castulo de la Rocha 500 Citadel Drive, Suite 490 Los Angeles, CA 90040 Phone: 323-889-7852 Fax: 323-869-7819	H701043	Strategic	Primary	\$1,684,186	\$207,997	\$1,892,183	\$1,892,183
3 Arroyo Vista Family Health Foundation	Lorraine Estradas 6000 North Figueroa Street Los Angeles, CA 90042 Phone: 323-254-5291 Fax: 323-254-4618	H701048	Strategic	Primary	\$949,750	\$117,294	\$1,067,044	\$1,363,017
				Dental	\$263,415	\$32,558	\$295,973	
4 Asian Pacific Health Care Venture	Kazue Shibata 1530 Hillhurst Avenue #200 Los Angeles, CA 90027 Phone: 323-644-3880 ext. 254 Fax: 323-644-3892	H701101	Strategic	Primary	\$1,004,258	\$124,026	\$1,128,284	\$1,128,284
5 Avalon Medical Development Corporation dba Catalina Island Medical Center	William Greene 100 Falls Canyon Road Avalon, CA 90704 Phone: 310-510-0700 Fax: 310-510-2381	H701097	Traditional	Primary	\$46,719	\$5,770	\$52,489	\$52,489

Agency	Executive Director/ Headquarters Address/Phone/Fax	Contract Number	Partner Type	Service Type(s)	Allocation Distribution			Total Requested Agency Allocation	
					Current Allocation	Change	Requested Allocation		
6	BAAART Community Healthcare	Jason Kletter 1111 Market Street, Fourth Floor San Francisco, CA 94103 Phone: 415-552-7914 ext. 113 Fax: 415-552-3455	H701084	Traditional	Primary	\$1,047,424	\$129,357	\$1,176,781	\$1,176,781
7	Bienvenidos Children's Center	Barbara Kappos 205 East Palm Street Altadena, CA 91001 Phone: 626-798-7222 Fax: 626-798-8444	H701070	Traditional	Primary	\$199,168	\$24,597	\$223,765	\$223,765
8	Central City Community Health Center	Carla Valenzuela 5970 South Central Avenue Los Angeles, CA 90001 Phone: 323-724-0019 Fax: 323-724-6915	H701071	Strategic	Primary	\$366,280	\$45,236	\$411,516	\$411,516
9	Central Neighborhood Medical Group, Inc.	Dr. Bassett Brown 2707 South Central Avenue Los Angeles, CA 90011 Phone: 323-234-5000 Fax: 323-231-3985	H701135	Traditional	Primary	\$150,000	\$18,525	\$168,525	\$168,525
10	Children's Dental Foundation	Patricia Acosta 2801 Atlantic Avenue Long Beach, CA 90806 Phone: 562-933-2501 Fax: 562-933-2049	H701049	Traditional	Dental	\$633,544	\$78,306	\$711,850	\$711,850
11	Chinatown Service Center	Serge Zelnick 767 North Hill Street, Ste 200 Los Angeles, CA 90012 Phone: 213-808-1740 ext. 310 Fax: 213-680-9427	H701369	Strategic	Primary	\$360,951	\$44,577	\$405,528	\$405,528

Agency	Executive Director/ Headquarters Address/Phone/Fax	Contract Number	Partner Type	Service Type(s)	Allocation Distribution			Total Requested Agency Allocation
					Current Allocation	Change	Requested Allocation	
12	Clinica Msr. Oscar Romero ⁽¹⁾	H701075	Strategic	Primary	\$1,712,584	\$211,504	\$1,924,088	\$2,130,555
				Dental	\$183,755	\$22,712	\$206,467	
13	Community Health Alliance of Pasadena	H701050	Strategic	Primary	\$800,577	\$98,871	\$899,448	\$1,135,404
				Dental	\$210,000	\$25,956	\$235,956	
14	Compton Central Health Clinic, Inc.	H701147	Traditional	Primary	\$50,000	\$6,175	\$56,175	\$56,175
15	Durfee Family Care Medical Group	H701073	Traditional	Primary	\$250,313	\$30,914	\$281,227	\$281,227
16	East Valley Community Health Center	H701100	Strategic	Primary	\$2,355,114	\$290,857	\$2,645,971	\$2,645,971
17	Eisner Pediatric and Family Medical Center ⁽¹⁾	H701072	Strategic	Primary	\$1,342,310	\$165,775	\$1,508,085	\$1,956,746
				Dental	\$399,307	\$49,354	\$448,661	

Agency	Executive Director/ Headquarters Address/Phone/Fax	Contract Number	Partner Type	Service Type(s)	Allocation Distribution			Total Requested Agency Allocation
					Current Allocation	Change	Requested Allocation	
18 El Dorado Community Service Center	Stan Sharma P.O. Box 801809 Valencia, CA 91380 Phone: 310-671-0555 Fax: 310-674-5292	H701085	Traditional	Primary	\$340,955	\$42,108	\$383,063	\$383,063
19 El Proyecto del Barrio	Gilbert Varela 8902 Woodman Avenue Arleta, CA 91331 Phone: 818-830-7133 Fax: 818-830-7280	H701095	Strategic	Primary	\$1,702,698	\$210,283	\$1,912,981	\$1,912,981
20 Family Health Care Centers of Greater Los Angeles	Raquel Villa 6501 South Garfield Avenue Bell Gardens, CA 90201 Phone: 562-928-9600 ext. 3053 Fax: 562-927-8603	H701074	Strategic	Primary	\$669,059	\$82,629	\$751,688	\$751,688
21 Franciscan Clinics dba Queenscare Family Clinics	Terry Bonecutter 1300 North Vermont Ave. #1002 Los Angeles, CA 90027 Phone: 323-953-7311 Fax: 323-953-6244	H701089	Strategic	Primary	\$4,159,687	\$513,720	\$4,673,407	\$5,565,320
				Dental	\$793,799	\$98,114	\$891,913	
22 Garfield Health Center	Jamie Thai 210 Garfield Avenue, Suite 203 Monterey Park, CA 91754 Phone: 626-307-7397 Fax: 626-307-1807	H701092	Traditional	Primary	\$503,112	\$62,134	\$565,246	\$565,246
23 Harbor Free Clinic	Michele Ruple 593 West 6 th Street San Pedro, CA 90731 Phone: 310-547-0202 Fax: 310-547-5096	H701909	Strategic	Primary	\$400,000	\$49,400	\$449,400	\$449,400

Agency	Executive Director/ Headquarters Address/Phone/Fax	Contract Number	Partner Type	Service Type(s)	Allocation Distribution			Total Requested Agency Allocation
					Current Allocation	Change	Requested Allocation	
24	JWCH Institute, Inc.	H701046	Strategic	Primary	\$1,801,151	\$222,442	\$2,023,593	\$2,023,593
25	Korean Health Information Education and Research	To Be Determined	Strategic	Primary	\$70,000	\$12,350 ⁽²⁾	\$82,350	\$82,350
26	Koryo Health Foundation Community Clinic	H701088	Traditional	Primary	\$86,431	\$10,674	\$97,105	\$97,105
27	Los Angeles Free Clinic	H701098	Strategic	Primary	\$2,862,528	\$353,522	\$3,216,050	\$4,077,456
				Dental	\$548,334	\$67,774	\$616,108	
				Specialty	\$218,334	\$26,964	\$245,298	
28	Mission City Community Network	H701053	Strategic	Primary	\$822,626	\$101,594	\$924,220	\$924,220
29	Northeast Community Clinic	H701045	Strategic	Primary	\$488,004	\$60,268	\$548,272	\$1,176,070
		H701134	Strategic	Primary	\$558,787	\$69,011	\$627,798	

Agency	Executive Director/ Headquarters Address/Phone/Fax	Contract Number	Partner Type	Service Type(s)	Allocation Distribution			Total Requested Agency Allocation
					Current Allocation	Change	Requested Allocation	
30	Northeast Valley Health Corporation	H701076	Strategic	Primary	\$2,084,579	\$257,446	\$2,342,025	\$2,821,230
				Dental	\$426,491	\$52,714	\$479,205	
31	Pomona Valley Hospital Medical Center	H701175	Traditional	Primary	\$694,836	\$85,812	\$780,648	\$780,648
32	Ramona Health Plan Medical Group	H701148	Traditional	Primary	\$280,050	\$34,586	\$314,636	\$314,636
33	Sacred Heart Family Medical Clinics, Inc.	H701069	Traditional	Primary	\$50,000	\$6,175	\$56,175	\$56,175
34	Samuel Dixon Family Health Center	H701080	Traditional	Primary	\$50,000	\$6,175	\$56,175	\$56,175
35	South Atlantic Medical Group	H701094	Traditional	Primary	\$100,000	\$12,350	\$112,350	\$112,350

Agency	Executive Director/ Headquarters Address/Phone/Fax	Contract Number	Partner Type	Service Type(s)	Allocation Distribution			Total Requested Agency Allocation
					Current Allocation	Change	Requested Allocation	
36	South Bay Family Healthcare Center	H701055	Strategic	Primary	\$1,970,677	\$243,379	\$2,214,056	\$2,422,628
				Dental	\$185,628	\$22,944	\$208,572	
37	South Central Family Health Center	H701077	Strategic	Primary	\$798,380	\$98,600	\$896,980	\$896,980
38	St. John's Well Child Center	H701146	Strategic	Primary	\$568,545	\$70,215	\$638,760	\$893,443
				Dental	\$226,667	\$28,016	\$254,683	
39	T.H.E. Clinic, Inc.	H701054	Strategic	Primary	\$450,985	\$55,697	\$506,682	\$506,682
40	Tarzana Treatment Center	H701056	Strategic	Primary	\$1,390,550	\$171,733	\$1,562,283	\$1,562,283
41	The Children's Clinic	H701086	Strategic	Primary	\$1,303,424	\$160,973	\$1,464,397	\$1,464,397

Agency	Executive Director/ Headquarters Address/Phone/Fax	Contract Number	Partner Type	Service Type(s)	Allocation Distribution			Total Requested Agency Allocation
					Current Allocation	Change	Requested Allocation	
42	The Church of Our Saviour Lorna Santos 4368 Santa Anita Avenue El Monte, CA 91731 Phone: 626-579-0290 ext. 121 Fax: 626-579-2689	H701083	Traditional	Primary	\$100,000	\$12,350	\$112,350	\$112,350
43	University Muslim Medical Association, Inc. Yasser Aman 711 West Florence Avenue Los Angeles, CA 90044 Phone: 323-967-0375 Fax: 323-789-5616	H701898	Strategic	Primary	\$240,000	\$29,640	\$269,640	\$269,640
44	Universal Health Foundation Syed Multani 2020 East First Street Los Angeles, CA 90033 Phone: 562-437-6828 Fax: 562-437-5328	H701090	Traditional	Primary	\$30,000	\$3,705	\$33,705	\$33,705
45	Valley Community Clinic Paula Wilson 6801 Coldwater Canyon North Hollywood, CA 91605 Phone: 818-763-1718 ext. 204 Fax: 818-763-7231	H701149	Strategic	Primary	\$1,191,811	\$147,189	\$1,339,000	\$1,339,000
46	Venice Family Clinic Elizabeth Benson Forer 604 Rose Avenue Venice, CA 90291 Phone: 310-664-7901 Fax: 310-314-7641	H701078	Strategic	Primary	\$3,142,426	\$388,090	\$3,530,516	\$3,909,485
				Dental	\$131,667	\$16,274	\$147,941	
				Specialty	\$205,632	\$25,396	\$231,028	
47	Visiting Nurse Community Services James Cook 732 Mott Street, Suite 150 San Fernando, CA 91340 Phone: 818-837-3775 Fax: 818-837-3799	H701087	Traditional	Primary	\$37,235	\$4,599	\$41,834	\$41,834

Agency	Executive Director/ Headquarters Address/Phone/Fax	Contract Number	Partner Type	Service Type(s)	Allocation Distribution			Total Requested Agency Allocation
					Current Allocation	Change	Requested Allocation	
48	Watts Healthcare Corporation	H701136	Strategic	Primary	\$227,999	\$28,158	\$256,157	\$357,406
				Dental	\$90,000	\$11,249	\$101,249	
49	Westside Family Health Center	H701051	Strategic	Primary	\$310,063	\$38,293	\$348,356	\$348,356
50	Westside Neighborhood Clinic	H701091	Strategic	Primary	\$360,350	\$44,503	\$404,853	\$404,853
51	Wilmington Community Clinic	H701093	Strategic	Primary	\$400,000	\$49,400	\$449,400	\$449,400
Total					\$48,303,368	\$5,966,000	\$54,269,368	\$54,269,368

(1) Allocation Distribution includes augmentation of East Los Angeles Health Task Force funds from Action Item #3.

(2) Amount is based on KHEIR's annual allocation of \$100,000. The maximum obligation reflected here has been adjusted to reflect the term of September 1, 2006 through June 30, 2007.